

F. No. K-36013/04/2017-infra-I
Government of India
Ministry of Commerce and Industry
Department of Commerce
Infra-I Section

Udyog Bhawan, New Delhi
Dated: 19th April, 2018

OFFICE MEMORANDUM

Subject: Minutes of the Inter-Ministerial Committee (IMC) meeting held on 10-04-2018 at 11:00 A.M in Room No. 141, Udyog Bhawan, New Delhi for consideration of proposals for setting up ICDs/CFSS/AFSS-regd.

The undersigned is directed to refer the subject mentioned above and to enclosed the minutes of the Inter-Ministerial Committee (IMC) meeting held on 10-04-2018 at 11:00 A.M in Room No. 141, Udyog Bhawan, New Delhi under the Chairmanship of Shri Binoy Kumar, Special Secretary (Logistics) for consideration of proposals for setting up ICDs/CFSS/AFSS for your kind perusal and necessary action.

Encl : As above


(B. Praveen)
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To

1. Ministry of Civil Aviation (Ms. Vandana Aggarwal, Economic Advisor) Rajiv Gandhi Bhawan, New Delhi, Telefax: 24629322, Email: vaggarwal@gov.in
2. Central Board of Excise and Customs {Shri L. Satya Srinivas, Joint Secretary (Customs)}, Department of Revenue, North Block, New Delhi, Fax No. 23093475, E mail: jscus@nic.in
3. Ministry of Railways (Shri Prabhas Dansana, Executive Director (TTS), Rail Bhawan, New Delhi, Fax No. 23303668 & 23383506, E mail: prabhasdansana@gmail.com
4. Ministry of Shipping (Shri Rabindra Kumar Agarwal, Joint Secretary (SM), Parivahan Bhawan, New Delhi, Fax No. 23328549, E mail: rabindra.a@ias.nic.in.

Copy to: PPS to SS(BK), PS to AS (SC), PS to Dir (BP), US(SL)

Handwritten note:
O/C
20/4/2018

Minutes of the IMC meeting under the Chairmanship of Shri Binoy Kumar, Special Secretary (Logistics) held on 10-04-2018 for consideration of proposals for setting up of Inland Container Depots(ICDs) / Container Freight Stations(CFSs) / Air Freight Stations (AFSs)

A meeting of the Inter-Ministerial Committee (IMC) was held on 10-04-2018 in Udyog Bhavan, New Delhi under the Chairmanship of Shri Binoy Kumar, Special Secretary (Logistics), Department of Commerce, for consideration of proposals for setting up of Inland Container Depots(ICDs)/Container Freight Stations(CFSs)/Air Freight Stations (AFSs) in India. Following officials participated in the meeting: -

1. Shri Satya Srinivas, Joint Secretary (Customs), Department of Revenue
2. Ms. Vandana Aggarwal, Economic Advisor, Ministry of Civil Aviation
3. Shri Prabhas Dansana, Executive Director (TTS), Ministry of Railways
4. Shri B. Praveen, Director (Infrastructure) Department of Commerce
5. Shri D. K. Rai, Director, Ministry of Shipping
6. Shri Shyam Lal, Under Secretary, Department of Commerce
7. Shri M. Rama Pratap, Section Officer, Infra-I Section.

2. In his opening remarks the Special Secretary (Logistics)/Chairman IMC welcomed all the participants and informed that this was the last meeting of IMC as a decision has already been taken that the requirement of IMC constituted in 1992 does not exist today in view of changed circumstances of development of infrastructure like ports, roads, etc and emphasis on DPD / DPE and faster and easier trading across border as part of Ease of Doing Business.

5. The decision to de-notify the IMC was conveyed by the Commerce Secretary to the Secretaries of the Ministries who are members of the IMC vide letter dated 28-03-2018 The members acknowledged the receipt of the communication and informed that necessary action was being taken by them.

6. In the light of the above, members of the IMC agreed that the following action has to be further taken at the earliest to ensure continuity in process of setting up of such custom bonded facilities: -

- (i) Central Board of Indirect Taxes and Customs (CBIC) to issue their policy guidelines on the setting up of the ICD/CFS/AFS as required;
- (ii) Directions to be issued by CBIC to all concerned official including the jurisdictional Custom Commissioners regarding the process of grant of extension of Lol and that may henceforth not insist on an Lol from the Department of Commerce;
- (iii) CBIC to amend the Customs Manual indicating the process of submission of applications for setting up of ICDs/CFSs/AFSs;
- (iv) Ministry of Civil Aviation to amend the AFS Policy guidelines regarding the process of setting up of AFSs and extension of Letters of Intent (Lols) of AFSs, in consultation with CBIC.

7. The IMC was informed that no new applications are being accepted on the online portal.

8. The proposals in the agenda/supplementary agenda which included all the cases pending before the IMC were deliberated upon by the IMC and decision taken accordingly: -

(i) Cases approved by IMC :

The application for setting up of ICD at Vernama, Dist. Vadodara, Gujarat by CONCOR (F. No. 16/29/2016-infra-I) was approved for issue of Lol as all the IMC members have concurred to the proposal. The conditions to be stipulated in the Lol were to include the setting up of RFID scanners / readers as required by DMICDC.

(ii) Cases not approved by IMC :

- (a) JS(Customs) informed that the government has decided to extend the DPD/DPE facilities to the all the ports. After its implementation at JNPT and Chennai ports, he mentioned that this is now to be implemented in the Mundra and Visakhapatnam ports. JS(Customs) also clarified that the implementation of DPD / DPE facilities at Chennai port were extended to include the Ennore and Kattupalli ports as they form the same ecosystem. In this framework, IMC was of the view that in line with its decision taken in respect of the proposals at JNPT and Chennai, all the proposals at Mundra and Visakhapatnam are not to be considered for approval.
- (b) IMC decided that in all cases where the there was no viability of the project no approval is to be granted.
- (c) JS(Customs) opined that the concept of CFS being attached to an ICD was under review. He mentioned that with new technologies the criteria of space and equipment are to be considered afresh. The guidelines for such proposals would be spelt out in the new guidelines to be issued shortly. In view of the above, the IMC decided that such cases are not to be granted approval and may apply afresh as per the guidelines to be issued shortly.

The following proposals were not found eligible for grant of approval based on the above principles:

S. No.	Name of the proposals
1	<u>Agenda No.01</u> : Application for setting up of an ICD at Fatehpur Village, Shankarpally Mandal, RR District, Telangana by M/s S.V. Multi Logitech (F.No.16/28/2015-Infra-1)
2	<u>Agenda No.02</u> : Application for setting up of CFS & Bounded Warehouse facility at Revenue Survey No. 2/1, Vill- Bhorara, Tal- Mundra Kutch, Gujarat by M/s Argus Container Freight Station Pvt. Ltd. (F. No. 16/17/2016-infra-I)
3	<u>Agenda No.04</u> :Application for setting up of CFS at Village Mota Kapaya, Taluka Mundra, District- Kutch, Gujarat by M/s Ganatra Terminals Pvt. Ltd. (F. No. 16/03/2017-infra-1)
4	<u>Agenda No.05</u> :Application for setting up of CFS in Vemgal, Industrial Area, Koorgal Village, Vemgal Hubli, Kolar Taluk & Dist. Karnataka by M/s Sattva CFS & Logistics Pvt. Ltd. (F. No. 16/08/2017-infra-I, C. No. 3087171)
5	<u>Agenda No.10</u> :Application for setting up of CFS at No. 5, Ariyalur village, Madhavaram Taluk, Chennai by M/s Sabari Warehousing Pvt. Ltd. (F. No. 16/20/2016-infra-I)

6	Agenda No.11 :Application to set up of Container Freight Station (CFS) at Vichoor, Chennai, Tamil Nadu by M/s Trans world Terminal Pvt. Ltd. (F. No. 16/31/2016-infra-I)
7	Agenda No.12 :Application for setting up of Container Freight Station at Sendrambakkam Village, Chennai by M/s Waymark Container Freight Station Pvt. Ltd. (F. No. 16/28/2016-infra-I)
8	Agenda No.13 : Application for setting up of CFS at Visakhapatnam, Andhra Pradesh by M/s Visakhapatnam Port Logistics Park Ltd. (F. No. 16/07/2017-infra-I)
9	Agenda No.15 :Application for setting up of CFS at Nallur Village, Thiruvallur Dist. Chennai by M/s Seahorse Distribution & Freight Services Pvt. Ltd. (F. No. 16/10/2017-Infra-I)

All the applicants / their representatives present for the meeting were informed of the decision of de-notification of IMC. They were requested to redesign their business models as only the approval for taking up the regulatory process of handling EXIM cargo was not being granted on each of these cases. The applicants appreciated the decision of the IMC and requested that the CBIC may consider their individual representations based on local situations.

(iii) Cases transferred to CBIC :

It was decided to transfer the following cases which are still to be examined included as part of the main and supplementary agenda of the meeting to CBIC for further necessary action as per the new policy guidelines: -

S. No.	Name of the proposals
1	Agenda No. 03 : Setting up of rail linked ICD at Village Maranaikanahalli, Taluk Anekal, Bengaluru, Karnataka by M/s Distribution Logistics Infrastructure Pvt. Ltd (formerly known as M/s Vikram Logistics and Maritime Services Pvt. Ltd (F. No. 16/14/2015-infra-I)
2	Agenda No. 07 : Application for setting up of ICD at Guntur Dist. Andhra Pradesh by M/s CONCOR (F. No. 16/01/2017-infra-I)
3	Agenda No. 08 : Application for setting up of ICD at Barhi, District Sonapat, Haryana by M/s CONCOR (F. No. 16/12/2017-infra-I)
4	Agenda No. 09 : : Application for setting up of CFS at Thimmanagaripalem Village, Chillakuru Mandal, Nellore District, Andhra Pradesh by M/s Simhapuri Farmers Agri Parks Private Limited (F. No. 16/05/2017-infra-I)
5	Agenda No. 14 : Application for setting up of ICD at Kalinganagar Jajpur, Odisha by M/s Jindal Stainless Limited (F. No. 16/25/2016-infra-I)
6	Agenda No. 16 : Application for Setting up of CFS at Thoothukudi, Tamil Nadu by M/s Expedite Global Terminal Pvt. Ltd. (K-36019/7/2017-infra-I) - Online application.
7	Supplementary Agenda No. 06 : Online application for setting up of ICD in MMLP at Balli, Goa by M/s CONCOR (F. No. K-36019/08/2017).
8	Supplementary Agenda No. 07 : Online application for setting up of ICD in MMLP at Tihi, Indore, Madhya Pradesh by M/s CONCOR (F. No. K-36019/09/2017)
9	Supplementary Agenda No. 08 : Online application for setting up of rail linked ICD at New Jalpaiguri, West Bengal by M/s Pristine Hindustan Infraprojects Pvt. Ltd.

The files / documents relating to the above cases would be handed over to CBIC for further necessary action.

(iv) **Extension of Letters of Intent:**

The Members of the IMC opined that CBIC and Ministry of Civil Aviation will take time to issue guidelines regarding procedure for setting up of new facilities and processing of the cases of extension. It was also observed that some of the Lols have lapsed as no meeting of the IMC was held in the recent past. In view of this, IMC decided to grant extensions as per the following guiding principles:

- (a) All proposals of AFS to be granted an extension of one year;
- (b) All proposals seeking extension for the first time may be granted an extension of one year;
- (c) All remaining proposals be granted an extension of six months.

The applicants / their representatives were informed of the de-notification of the IMC. It was further informed to all the applicants / their representatives that all cases of extension of Lol would in future be dealt with by CBIC.

Based on the above guiding principles, IMC decided to extend the validity of Lols of the following cases, included in the agenda / supplementary agenda upto the period mentioned against each case :-

S. No.	Name of the proposals	Letter of Intent valid upto
1.	<u>Agenda No. 17</u> : Extension of Lol for setting up of Container Freight Station at Khidirpur, Kolkata, West Bengal by M/s Trans World Terminals Pvt. Ltd. (F. No. 16/31/2016-Infra-I)	09-04-2019
2.	<u>Agenda No. 18 (Extension case)</u> : Extension of Lol for setting up of ICD at Viramgam, Ahmedabad, Gujarat by M/s Gateway Rail Freight Limited. (F. No. 16/04/2016-infra-I)	09-04-2019
3.	<u>Agenda No. 19</u> : Extension of LOI for setting up of an ICD at Jharsuguda, Odisha by CONCOR (F. No. 16/29/2014-Infra-I)	09-10-2018
4	<u>Agenda No. 20</u> : Extension of Lol for setting up of ICD at Mihan area of Khapri Village, Nagpur, Maharashtra by M/s CONCOR (F. No. 16/26/2015-infra-I)	09-10-2018
5	<u>Agenda No. 21</u> : Extension of Lol for setting up of ICD in Multimodal Logistics Park at Naya Raipur, Dist. Raipur, Chhattisgarh by M/s CONCOR (F. No. 16/31/2015-infra-I).	09-10-2018
6	<u>Agenda No. 22</u> : Extension of Letter of Approval (LoA) for setting up of AFS at Kapashera, New Delhi by M/s Continental Carriers Private Limited (F. No. 23/02/2015-Infra-I)	09-04-2019
7	<u>Agenda No. 23</u> : Extension of LOI for setting up of CFS at Ponneri Taluka, Thiruvallur, Tamil Nadu by M/s Supply Chain Logistics Pvt. Limited. (F.No.16/23/2015-Infra-I)	09-04-2019
8	<u>Agenda No. 24</u> : Extension of Lol for Setting up of ICD at Madurai, Tamil Nadu by M/s Kern Enterprises Private Limited. (F. No. 16/02/2016-infra-I)	09-10-2018

9	Agenda No. 25 : Extension of LOI for setting up of an ICD at Hindaun City Dist. Karauli Rajasthan by M/s Kribhco Infrastructure Ltd. (F.No.16/12/2012-Infra-I)	09-10-2018
10	Agenda No. 26 : Extension of LOA for setting up of an AFS at Devanahalli Village, Bangalore, Karnataka by M/s Pearl Port & Warehousing Pvt. Ltd. (F. No. 16/37/2014-Infra-I)	09-04-2019
11	Agenda No. 27 : Extension of LOI for setting up of an ICD at Attible, Anekal Taluk, Bangalore by M/s Palrecha Infrastructure and Developers (F. No. 16/04/2011-Infra-I).	09-10-2018
12	Agenda No. 28 : Extension of Lol for setting up of CFS at Village Mota Kapaya, Tal: Mundra - Kutch, Gujarat by M/s Rishi Container Freight Station Pvt. Ltd. (F. No. 16/26/2014-Infra-I)	09-10-2018. With regard to change in ownership, the decision will be taken by CBIC.
13	Agenda No. 29 : Extension of Lol for setting up of CFS at Hazira, Surat, Gujarat by M/s Hazira Container Freight Station Pvt. Ltd. (F. No. 16/08/2015-infra-I)	09-10-2018
14	Agenda No. 30 : Extension of LOI for setting up of CFS at Surareddy Palem, Ongole, Prakasam District by M/s A.S. Shipping Agencies Private Limited, Chennai (F. No. 16/15/2016-infra-I)	09-04-2019
15	Agenda No. 31 : Extension of Lol for setting up of CFS at Pulicut Road, Katupalli village Ponneri, Thiruvallur Chennai, Tamil Nadu by M/s Apollo World Connect Pvt. Ltd (F. No. 16/37/2015-infra-I)	09-04-2019
16	Supplementary Agenda No. 01 : Extension of Lol for Setting up of CFS at Hyderabad, Telangana by M/s Telangana State Trade Promotion Corporation (F. No. 16/08/2009-infra-I)	09-10-2018
17	Supplementary Agenda No. 02 : Extension of Lol for setting up of ICD at Patna, Bihar by M/s Pristine Magadh Logistics Park Pvt. Ltd. (F. No. 16/06/2013-Infra-I)	09-10-2018
18	Supplementary Agenda No. 03 : Extension of Lol for setting up of CFS at Kakinada, Andhra Pradesh by M/s Innovative Container Services Pvt. Ltd. (F. No. 16/05/2014-infra-I)	09-10-2018
19	Supplementary Agenda No. 04 : Extension of Lol for setting up of ICD at Industrial complex Ranegreth, Kashmir by J& K State Industrial Development Corporation Ltd. (F. No. 16/37/2005-Infra-I)	09-10-2018
20.	Supplementary Agenda No. 05 : Extension of Lol for setting up of ICD at Hyderabad, Andhra Pradesh by M/s Allcargo Logistics Limited. (F. No. 16/34/2007-infra-i)	09-10-2018

(v) **Misc Cases :**

S. No.	Name of the proposals	Decision
1	Agenda No. 32 : Change of status of Inland Container Depot (ICD) at Hazira Gujarat to Container Freight Station (CFS) by M/s Kribhco Infrastructure Ltd.	Based on the reasoning provided by CBIC regarding the operational issues of conversion, the change of

		status was not agreed to by the IMC.
2	<u>Agenda No. 33 (Miscellaneous Case) :</u> Shifting of CFS from Madhavaram to Vallur Village, Ponneri Taluk, Tiruvallur Dist. run by M/s Continental Warehousing Corporation (Nhava Sheva) Limited (F. No. 16/09/2000-infra-1)	As the shifting of the facility would entail examining the case afresh, IMC decided not to approve the proposal for shifting.

Any representation in this regard may be made to CBIC in future.

(vi) Cases having valid Lol (05 Nos.) : In respect of the following 05 cases having valid Lols on the date of the IMC, they may apply for extension of Lol, if required, to CBIC

S. No.	Address of Lol holders	CFS / ICD	Location	Remarks
1.	M/s Fortuna Port Services (P) Ltd. (F. No. 16/23/2016-infra-I, C. No. 3082925)	CFS	At Kakinada, Andhra Pradesh	Lol valid upto 17-05-2018.
2	M/s Ala Agropower Pvt. Ltd. (F. No. 16/06/2017-infra-I, C. No. 3086149)	ICD	Rajkot, Gujarat	Lol valid upto 03-10-2018
3	M/s Hind Terminals Pvt. Ltd. (F. No. 16/26/2016-infra-I, C. No. 3083231)	ICD	Kila Raipur, Dehlon Dist. Ludhiana	Lol valid upto 28-11-2018
4	M/s Adani Logistics Pvt. Ltd. (F. No.16/12/2016-Infra-1 : FTS No.80714)	ICD	Kila Raipur, Dehlon Dist. Ludhiana	Lol valid upto 03-01-2019
5	M/s Allcargo Logistics Limited (F. No. 16/19/2016-infra-I)	CFS	Dist. South 24 Parganas, Wattguge, Sonapur Road	Lol valid upto 28-09-2018

(vii) Cases where there was no response from the applicants (03)

IMC decided that as there was no response from the developer regarding the progress of the projects, CBIC may verify their status and consider cancellation of the Lol issued.-

S. No.	Address of Lol holders
1	M/s Periyar Chemicals, Kalamessery, Kochi (F.No.16/26/2011-Infra-1)
2	Central Warehousing Corporation, Chennai Port (F.No.16/14/2013-Infra-1)
3	M/s Saastha Warehousing Ltd. Raigad, Mumbai (F. No. 16/28/2013-infra-I)

(viii) Cases where developers have reported commencement of operations of ICDs / CFSs (21) :

Members of IMC were informed that a proposal was categorized as being "Under Implementation" after issue of Lol and monitored by the IMC till it commenced operations. Documentary proof of orders related to notifications under Section 8, 45,

EDI connectivity, allocation of Location Code, Physical posting of staff, commencement order are sought from the applicant before categorizing it as "Commenced Operations".

IMC was informed that there were 21 cases where such supporting documents have not been provided and are categorized as being "Under Implementation" though the applicants have informed that they have commenced operations.

It was decided by the IMC that CBIC would verify the status of the following proposals projects which have reported commencement of operations by the developer and keep record of the status.

S. No.	Address of Lol holders	CFS / ICD	Location	Date of issue of Lol
Andhra Pradesh				
1	CONCOR, Visakhapatnam (F. No. 16/28/2014-infra-I)	CFS	Visakhapatnam	12-02-2015
2	M/s Krishnanpatnam Bay Area CFS Pvt. Ltd. (F. No. 16/22/2014-Infra-I)	CFS	Krishnanpatnam, Andhra Pradesh	14-09-2015
3	Sravan Shipping Services Pvt. Ltd, Visakhapatnam (F.No.16/32/2011-Infra-1)	CFS	Visakhapatnam	02-02-2012
4	M/s SICAL Multimodal and Rail Transport Pvt. Limited (F. No.16/19/2015-Infra-1)	CFS	Visakhapatnam	13-10-2015
5	M/s Visakha Container Terminals Pvt. Limited (F.No.16/33/2015-Infra-1)	CFS	Visakhapatnam	28-01-2016
6.	M/s Visakha CFS & Logistics Pvt. Limited (F. No. 16/20/2015-infra-I)	CFS	Bavyavaram, Kasim Kota Mandal, Visakhapatnam	24-10-2016
Gujarat				
7	M/s Seabird Marine Services Pvt. Ltd.(F. No. 16/19/2014-infra-I)	CFS	Surat, Gujarat	10-05-2015
8	M/s Landmark CFS Private Limited (F. No.16/29/2015-Infra-1)	CFS	Village Zarpara, Mundra Taluka, Kutch, Gujarat	17-12-2015
9	Continental Warehousing Corporation (Nhava Sheva) (F. No. 16/24/2014-infra-I)	ICD	Ahmedabad, Gujarat	29-04-2015
Haryana				
10	Hind Terminal Pvt. Limited, Village Janoli and Bhogala, Palwal, Dist. Faridabad (F.No.16/25/2009-Infra-1)	ICD	Palwal	12-11-2012
11	Sanjivik Terminals Pvt. Limited Growth Centre Bawal, Distt. Rewari, Haryana (F. No. 16/21/2008-infra-I)	ICD	Rewari	05-01-2009
12	Continental Warehousing Corporation, Village Jattipur, Samalkha, Panipat (F. No. 16/30/2013-infra-I)	ICD	Samalkha, Panipat	05-09-2014
Kerala				
13	M/s CONCOR F. No.16/21/2015-Infra-1	CFS	Vallarpadam, Kochi	29-12-2015

Maharashtra				
14	Glocal ICD Pvt. Ltd Butibori, Nagpur(F.No.16/08/2012-Infra-1)	ICD	Butibori, Nagpur	14-01-13
15	M/s APM Terminals (F.No.16/38/2015-Infra-1 : FTS No.77179)	ICD	village Bhamboli, Khed Taluka, District Pune, Maharashtra	17-11-2016
Punjab				
16	Pristine Mega Logistics Park Pvt. Limited, Ludhiana (F.No.16/05/2013-Infra-1)	ICD	Ludhiana	19-07-13
Tamil Nadu				
17	NDR Infrastructure, Ennore Port (F. No. 16/35/2011-infra-I)	CFS	Ennore	26-09-14
18	M/s Prompt Terminals (P) Ltd. (F. No. 16/07/2015-infra-I).	CFS	Ayyanadaippu, Tuticorin	14-09-2015
19	M/s A.L.S Tuticorin Terminal Pvt. Ltd. (F. No.16/16/2016-Infra-1)	CFS	Thoothukudi Tuticorin	13-02-2017
Uttar Pradesh				
20	Kribhco Infrastructure Limited, Modi Nagar, U.P. (F.No.16/18/2010-Infra-I)	ICD	Modi Nagar	14-06-2013
21	World's window Infrastructure and Logistics Pvt. Ltd., 75, Khirki Village, Malviya Nagar, New Delhi – 110 017(T) 29542460 (F) 29541078 (F. No. 16/04/2008-infra-I)	CFS	Loni (Ghaziabad)	20-08-2009

Meeting ended with the Vote of Thanks to the Chair.
